GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5145
ANSWERED ON:20.04.2001
LOSSES TO UTI
CHANDRA NATH SINGH;SADASHIVRAO DADOBA MANDLIK

Will the Minister of FINANCE be pleased to state:

(a) whether Unit Trust of India under the US-64 have lost Rs. 840 crore owing to meltdown; and

(b) if so, the details thereof and the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (BALASAHEB VIKHE PATIL)

(a) & (b) According to the Unit Trust of India (UTI), from 28th February 2001 till 18th April, 2001, UTI has sold equity shares worth Rs. 3.51 crore under the US-64 Scheme and booked a loss of Rs. 23 lakh.

The market values of the Scheme`s equity investments move in line with the stock markets. UTI has intimated that, as such, the decrease in the market value of the shares in the portfolio of the Scheme is not considered a loss in an accounting sense.